ANDREWS INTERNATIONAL HOLLYWOOD/SUNSET BID PATROL

SUMMARY FOR 06-11-07 THROUGH 07-08-07

We have continued to make contacts with social agencies and to coordinate homeless assistance with them. We are seeing increased results as individuals have now been placed with PATH, The Youth Network, and now the Veteran's Administration. The Los Angeles Mental Health Out Reach Team is now actively working on referrals that we have provided them. We have made personal contacts with these various agencies and are able to directly request placements and assistance when necessary.

At the last meeting, we mentioned a subject deeply in need of help but who had refused all offers. He routinely slept on our sidewalks defecating on him self and on the sidewalk. He often camped out just yards away from a Café with out door seating. After a solid month of addressing this problem, using offers of help and threats of enforcement, we finally convinced this subject to accept a placement with the Veteran's Administration. We called in our LAPD Senior Lead Officer to assist in the final stage of our plan. We are committed to using all the resources at our disposal with enforcement being our last resort.

Our goal is to continue to gain the trust of the various social agencies and the homeless people in our area and to work closely with them in an effort to solve some of the long term problems in the BID areas. We think we are off to a good start on creating a new model in which to approach the many challenges that the long term homeless and mentally ill present in the BID areas.

TRENDS:

Attached to the summary is the YTD statistics for both BIDS. After 27 weeks, the Hollywood BID has a combined arrest count of 845. The Sunset BID has a combined arrest count of 476 after 20 weeks of operation. Combined the BIDS have a total of 1321 arrests through 07/08/07.

By far the largest percentage of arrests are alcohol related. As previously reported, based on these averages, we have begun to identify liquor outlets that may be contributing to the problem by

selling alcohol to people already under the influence. The goal is to gain compliance through educating these outlets that it would benefit the entire community if they did not serve those that are already inebriated. A letter to all liquor outlets has been drafted and approved by LAPD/ABC. The letter should be ready to send in the very near future. An informational page will be included with the letter and will outline exactly who may and not be served alcohol and under what circumstances. We believe that this should be posted in the outlet and it too has been approved by LAPD/ABC.

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Tagging continues to be an issue, especially in the Sunset/Gower area. We continue to attempt to minimize the problem by contacting Clean Streets and/or property owners to have the graffiti removed as soon as possible. We also make arrests when we can and may adjust our hours in the future as we believe most of these crimes are occurring in the later hours.

We have continued to see a rise in gang/juvenile groups in the Hollywood/Highland area. This has been an ongoing problem, particularly in the summer time. A guard at Hollywood and Highland was assaulted by this group during this report period and needed to be transported to the hospital. BID Officers were able to arrest the main suspect. We are working with LAPD to minimize this group's ability to disrupt business and congregate near the McDonalds and other locations in the area. We have recently arrested members of this group for robbery, felony assault, drinking alcohol, and smoking marijuana.

Progress is being made on the implementation of our new software system which will enable us to track, document and forecast enforcement trends and areas of concern. Prior arrests are now being entered into the system. This system will allow us to provide a much greater amount of information such as day/time/location and amount of incidents from a particular location.

DEPLOYMENT:

During this period, our normal deployment is from 12:00 noon to 8:30 P.M. We also have a team that works from 6:00 A.M to 2:30 P.M. four or five times a week. These hours cover our busiest "business related

issues" and "quality of life issues" and provide adequate back up for the working officers.

We will still vary hours and personnel as needed to attempt to address such problems as assisting shareholders with graffiti gang/juvenile issues, and illegal vending.

NOTED ARRESTS:

Taggers(1) 1640 Cahuenga
Burglary- 1652 Cahuenga
Felony warrant- 6463 Sunset
Felony warrant- 7060 Hollywood Blvd.
Felony warrant- 6130 Sunset
Robbery- 6241 Highland
Robbery(3) -1666 McCadden Place
Felony assault- 1730 Highland
Marijuana(4)- H+H

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Posting hand bills- Hollywood and Vine Urinating- Ice cream vender, 1700 Highland

TRAINING UPDATE:

During this period, Dr. Jim Pastor traveled from Chicago and made a presentation for the various executives and managers of our company at our Burbank headquarters. He is a professor at Chicago University and a leading authority on private policing. He has traveled the country visiting different BID's and speaking to various groups on the topic. He has written a definitive book on the subject. Afterwards, he came to Hollywood and attended briefing with our BID Officers. He then went on a ride along with us. Dr. Pastor next met with BID Executive Director Kerry Morrison and they discussed the various services provided by the Hollywood and Sunset BID's. Afterwards, he was very complimentary saying that this BID is the optimum model in the country right now.